

Historic, Archive Document

Do not assume content reflects current
scientific knowledge, policies, or practices.

A 280-3449

F 77 F

cap. 2

FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

U. S. DEPT. OF AGRICULTURE

NATIONAL AGRICULTURAL LIBRARY

Vol VII No. 10

October 1963

SEPTEMBER UNIFORM PRICE \$4.46

OCT 23 1963

Dairy farmers who delivered Grade "A" milk ~~current serial records~~ subject to the Fort Wayne milk order in September 1963, will receive a minimum uniform price of \$4.46 per hundredweight for milk testing 3.5%. A butterfat differential of 7.1 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.46 price for September 1963 is 46 cents above the August 1963 price, and 3 cent above the September 1962 price. This \$4.46 blend price includes about 4¢ per cwt. derived from funds paid into the pool by handlers under the "Louisville Plan" in April, May and June.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 18,223,244 pounds of milk to the Fort Wayne market during September 1963, of which 14,360,070 pounds or 78.8% was utilized in Class I by 18 pool handlers. Production was down 5.2% from August 1963. Class I utilization of producer milk was up 0.1% from August 1963.

OCTOBER CLASS I PRICE \$4.32

\$1.20 was added to the September basic formula price of \$3.12 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for October. This price of \$4.32 is 2 cents above the September Class I price.

ASSISTANT SECRETARY OF AGRICULTURE

Mr. George L. Mehren, Assistant Secretary of Agriculture, in an address at the annual conference of Federal Milk Market Administrators of the USDA at Colorado Springs, Colorado, stated in part:

"For one thing, local problems in the milk industry must be looked at in terms of the broad perspective of a regional and perhaps a national market. With technological and marketing advances bringing constantly greater movement of milk between Federal order markets, unreasonable restrictions cannot be established. This was never the intent of the program. Its major intent was to insure production of adequate milk in the winter time and sensible management of the consequent summer surpluses. Yet, there is no doubt that it becomes increasingly necessary to think in terms of one milk market rather than in terms of eighty-three separate entities."

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

	September 1963		September 1962	
	Reported		Reported	
<u>CLASS I MILK</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Whole Milk	12,241,226	429,334	10,896,338	381,287
Regular Skim Milk	284,738	4,023	282,083	3,482
Skim Milk - Solids Added	1,153,646	21,212	941,796	17,417
Buttermilk	111,187	1,037	136,989	1,069
Flavored Milk/Drink	650,779	19,334	573,666	16,542
Cream Mixtures	181,069	22,246	177,396	21,830
Light Cream	17,586	2,829	12,355	2,594
Heavy Cream	15,381	5,335	15,052	5,377
Sour Cream	25,942	4,736	20,013	3,712
Sub Totals	14,681,554	510,086	13,055,688	453,310
Plus Unaccounted For	25,572	2,911	27,280	1,232
Gross Total Class I Milk	14,707,126	512,997	13,082,968	454,542
Less Other Source Receipts	347,056	15,278	227,879	10,413
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	-0-	-0-	-0-	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>14,360,070</u>	<u>497,719</u>	<u>12,855,089</u>	<u>444,129</u>
<u>CLASS II MILK</u>				
Class II Production	1,020,939	28,208	900,300	27,982
Sales to Nonpool Plants	2,064,807	107,796	1,193,472	66,583
Ending Inventory	1,715,579	65,426	1,530,052	59,296
Dumped or Livestock Feed	72,016	845	65,698	269
Class II Shrinkage	137,462	7,958	113,653	7,465
Gross Total Class II Milk	5,010,803	210,233	3,803,175	161,595
Less Other Source Receipts	64,255	1,083	164,672	6,304
Less Overages	2,680	578	482	422
Less Beginning Inventory	1,080,694	43,715	1,144,737	43,249
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>3,863,174</u>	<u>164,857</u>	<u>2,493,284</u>	<u>111,620</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>18,223,244</u>	<u>662,576</u>	<u>15,348,373</u>	<u>555,749</u>

MISCELLANEOUS INFORMATION

	September 1963	September 1962	September 1961
Daily Class I Milk (Lbs.)	490,238	436,099	405,116
Current Month Compared With:		+ 12.4%	+ 21.0%
Production per Farm per Day	678	612	506
Current Month Compared With:		+ 10.8%	+ 34.0%
Gross Class I Milk to Producer Milk	80.7%	85.2%	85.2%
Pool Value of Producer Milk	\$755,371	\$633,779	\$614,109
Value of Producer Milk per Farm	\$ 843	\$ 758	\$ 653
Wisconsin-Minnesota Series	\$ 3.12	\$ 3.06	\$ 3.29
Butter-Skim Powder Price	\$ 3.09	\$ 2.97	\$ 3.20

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave Test	Product Pounds	Per- cent	Ave Test	Product Pounds	Ave. Test	No. of Producers
1957	5,297,422	61.0	3.69	3,387,512	39.0	3.90	8,684,954	3.77	897
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.66	3,327,347	40.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961									
Jan.	6,347,397	59.1	3.58	4,385,705	40.9	4.34	10,733,102	3.89	845
Feb.	5,893,981	59.1	3.58	4,070,710	40.9	4.10	9,964,691	3.83	836
Mar.	6,429,786	62.6	3.58	3,834,277	37.4	4.12	10,264,063	3.78	724
Apr.	6,044,454	60.7	3.58	3,910,303	39.3	4.05	9,954,757	3.77	710
May	11,943,187	67.8	3.56	5,666,314	32.2	4.08	17,609,501	3.73	977
Jun.	10,853,098	64.3	3.54	6,023,595	35.7	3.61	16,876,693	3.57	964
Jul.	10,885,298	70.5	3.55	4,555,992	29.5	3.76	15,441,290	3.61	963
Aug.	11,087,479	76.6	3.54	3,382,028	23.4	3.90	14,469,507	3.63	927
Sep.	11,968,648	83.9	3.57	2,294,294	16.1	3.90	14,262,942	3.63	940
Oct.	12,462,080	80.1	3.55	3,098,449	19.9	4.46	15,560,529	3.73	949
Nov.	12,290,099	82.0	3.59	2,697,330	18.0	5.17	14,987,429	3.88	953
Dec.	12,479,761	78.0	3.65	3,521,752	22.0	5.10	16,001,513	3.97	924
Ave.	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,774	21.2	4.27	18,223,244	3.64	896

PORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer
1957	\$3.123	\$1.16	\$+0.06	\$4.348	\$3.123	\$3.93	\$3.93	\$.077	\$.068	\$.068
1958	2.965	1.16	+0.04	4.173	2.965	3.73	3.73	.076	.067	.067
1959	3.002	1.16	+0.10	4.264	3.002	3.84	3.84	.077	.069	.069
1960	3.046	1.16	+0.12	4.325	3.046	3.88	3.88	.077	.068	.068
1961										
Jan.	3.100	1.15	---	4.250	3.100	3.79	3.79	.079	.070	.070
Feb.	3.043	1.15	---	4.193	3.043	3.74	3.74	.079	.070	.070
Mar.	3.039	1.15	---	4.189	3.039	3.76	3.76	.079	.070	.070
Apr.	3.137	1.15	---	4.287	3.137	3.85	3.85	.079	.070	.070
May	3.23	1.20	---	4.430	3.19	3.64*	3.64*	.076	.070	.074
Jun.	3.19	1.20	---	4.39	3.18	3.59*	3.59*	.076	.070	.074
Jul.	3.18	1.20	---	4.38	3.18	4.02	4.02	.076	.070	.074
Aug.	3.18	1.20	---	4.38	3.20	4.11	4.11	.076	.070	.074
Sep.	3.20	1.20	---	4.40	3.20	4.50*	4.50*	.076	.070	.075
Oct.	3.20	1.20	---	4.40	3.20	4.42*	4.42*	.076	.070	.075
Nov.	3.20	1.20	---	4.40	3.21	4.45*	4.45*	.076	.070	.075
Dec.	3.21	1.20	---	4.41	3.22	4.14	4.14	.076	.070	.074
Ave.	3.16	1.18	---	4.34	3.16	4.00	4.00	.077	.070	.073
1962										
Jan.	3.22	1.20	---	4.42	3.21	4.19	4.19	.076	.070	.074
Feb.	3.21	1.20	---	4.41	3.21	4.20	4.20	.076	.070	.075
Mar.	3.29	1.20	---	4.49	3.20	4.24	4.24	.076	.070	.075
Apr.	3.21	1.20	---	4.41	3.02	3.70*	3.70*	.076	.067	.073
May	3.05	1.20	---	4.25	2.97	3.51*	3.51*	.072	.067	.070
Jun.	3.01	1.20	---	4.21	2.95	3.52*	3.52*	.072	.067	.071
Jul.	3.01	1.20	---	4.21	2.95	3.92	3.92	.072	.067	.071
Aug.	3.03	1.20	---	4.23	3.04	4.04	4.04	.072	.067	.071
Sep.	3.04	1.20	---	4.24	3.06	4.43*	4.43*	.072	.067	.071
Oct.	3.06	1.20	---	4.26	3.06	4.38*	4.38*	.073	.067	.072
Nov.	3.07	1.20	---	4.27	3.09	4.38*	4.38*	.072	.067	.071
Dec.	3.10	1.20	---	4.30	3.09	3.98	3.98	.072	.067	.070
Ave.	3.11	1.20	---	4.31	3.07	4.04	4.04	.073	.068	.072
1963										
Jan.	3.11	1.20	---	4.31	3.10	3.99	3.99	.072	.067	.070
Feb.	3.10	1.20	---	4.30	3.10	4.04	4.04	.072	.067	.070
Mar.	3.10	1.20	---	4.30	3.09	4.05	4.05	.072	.067	.071
Apr.	3.09	1.20	---	4.29	3.08	3.64*	3.64*	.072	.067	.071
May	3.08	1.20	---	4.28	3.07	3.52*	3.52*	.072	.067	.070
Jun.	3.07	1.20	---	4.27	3.08	3.46*	3.46*	.072	.067	.070
Jul.	3.08	1.20	---	4.28	3.09	3.91	3.91	.072	.067	.070
Aug.	3.09	1.20	---	4.29	3.10	4.00	4.00	.072	.067	.071
Sep.	3.10	1.20	---	4.30	3.12	4.46*	4.46*	.072	.069	.071
Oct.	3.12	1.20		4.32				.075		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

Page 5

Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 18 Handlers)
September 1963

	Milk Pounds	Average Test	Class Prices at Test	Total Value	% of Pounds
Class I	14,360,070	3.4660	\$4.275515	\$613,966.93	78.80%
Class II	3,863,174	4.2674	3.649504	140,986.70	21.20
Total	18,223,244			\$754,953.63	100.00%
Add: Value of Overage				417.71	
Add: Value of Other Source Assessments				0.00	
Add: Value of Inventory Reclassified				0.00	
Pool Value of Producer Milk				\$755,371.34	
Add: 1/3 of Spring Set Aside \$1047.71(c)				74,426.37	
Less: Butterfat Adjustment to 3.5%				17,581.35	
Add: 1/2 Cash Balance in Producer Settlement Fund				8,675.18	Rate Per Cwt.
Adjusted Pool Value				\$820,891.54	\$4.504640
Less: Producer Settlement Fund Reserve				8,134.86	.044640
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$812,756.68	\$4.46

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	Butterfat	Differentials	Weighted Amount
Class I	497,719	\$0.072	\$35,835.77
Class II	164,857	0.069	11,375.13
Total	662,576	\$0.071	\$47,210.90

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.46 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.071 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR SEPTEMBER 1963

Test	Price	Test	Price	Test	Price	Test	Price
3.25	\$4.2825	3.70	\$4.6020	4.15	\$4.9215	4.60	\$5.2410
3.30	4.3180	3.75	4.6375	4.20	4.9570	4.65	5.2765
3.35	4.3535	3.80	4.6730	4.25	4.9925	4.70	5.3120
3.40	4.3890	3.85	4.7085	4.30	5.0280	4.75	5.3475
3.45	4.4245	3.90	4.7440	4.35	5.0635	4.80	5.3830
3.50	/ 4.46 /	3.95	4.7795	4.40	5.0990	4.85	5.4185
3.55	4.4955	4.00	4.8150	4.45	5.1345	4.90	5.4540
3.60	4.5310	4.05	4.8505	4.50	5.1700	4.95	5.4895
3.65	4.5665	4.10	4.8860	4.55	5.2055	5.00	5.5250

Date Announced:
October 10, 1963

R. J. Connolly
Market Administrator

